



CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS						
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE	
USD/CAD	1.259	-0.0019	2 Year	1.250	1-Nov-19	99.120	1.83	-0.04	
CAD/USD	0.794	0.0012	5 Year	1.000	1-Sep-22	95.37	2.11	-0.15	
EUR/CAD	1.558	0.0039	10 Year	1.000	1-Jun-27	89.459	2.29	-0.37	
GBP/CAD	1.802	0.0066	30 Year	2.750	1-Dec-48	107.723	2.39	-1.00	
CAD/JPY	85.250	0.0990							

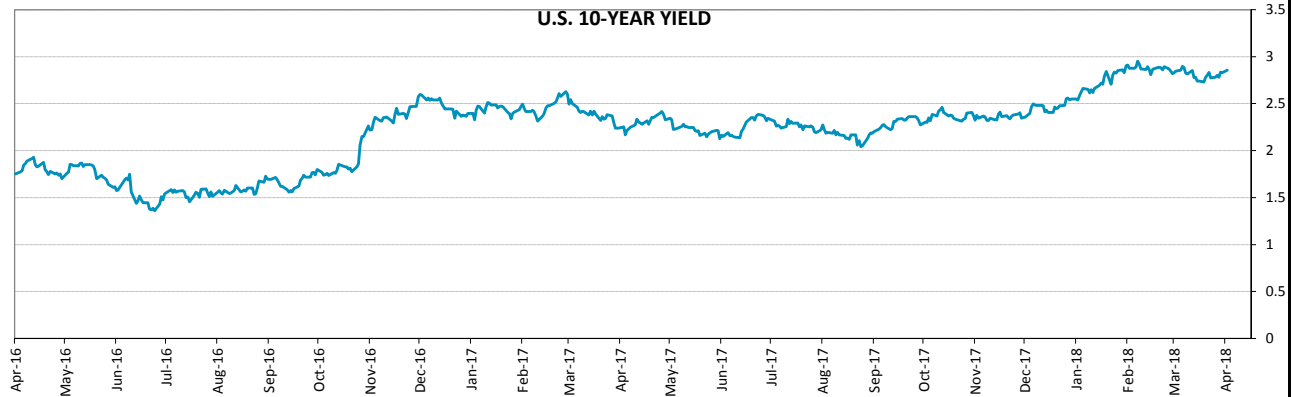
  

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS						
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE	
EUR/USD	1.238	0.0049	2 Year	1.875	31-Dec-19	99.168	2.70	-0.06	
GBP/USD	1.431	0.0073	5 Year	2.125	31-Aug-22	97.461	2.70	-0.16	
USD/JPY	107.320	-0.0300	10 Year	2.250	15-Nov-27	94.844	2.87	-0.31	
			30 Year	2.750	15-Nov-47	93.797	3.07	-0.75	

**CANADIAN DOLLAR (PER U.S. DOLLAR)**



**U.S. 10-YEAR YIELD**



**DAILY COMMENTARY**

Bond prices are weaker again as markets digest the Syrian situation. This week brings the interest rate decision from the Bank of Canada plus our retail sales and inflation numbers. The loonie remains firm.

Source: Bloomberg, Odium Brown



ECONOMIC RELEASES							CANADA/U.S. SPREADS			YIELD CURVE SHIFTS		
DATE	CANADA	EST	ACTUAL	USA	EST	ACTUAL	0	BPs	CHANGE	ROLL	SPREAD	CHANGE
MON				Empire Manufacturing Retail Sales Bus. Inventories NAHB Housing Market Index Total Net TIC fows	18.40 0.4% 0.6% 70.0	15.80 0.6%				3 Month	0.25	0.01
TUE	Int'l Secs. Transactions Mfg. Sales MoM	0.90%		Housing Starts Housing Starts MoM Bldg. Permits Bldg. Permits MoM Indl. Production	1267k 2.50% 1323k 0.20% 0.40%					5 Year	0.51	0.02
WED	Bank of Canada Rate Decision	1.25%		MBA Mortgage Applications Fed Beige Book						10 Year	0.15	0.01
THU				Initial Jobless Claims Continuing Claims Philly Fed Leading Index	230k 1845k 21.0 0.3%					30 Year	0.11	0.00
FRI	Retail Sales MoM CPI Core CPI YoY	0.50% 0.4% 2.4%										

U.S. RATES		CDN MONEY MARKET		CANADIAN RATES	
PRIME	4.75	Bankers' Acceptances		PRIME	3.45
BANK RATE	3.50	30 Day	1.64	BANK RATE	1.25
FED FUNDS	1.75	60 Day	1.68		
DISCOUNT	2.25	90 Day	1.75		
LIBOR 3MO					

**CANADA YIELD CURVE**  
January 3, 2012 - Today

Source: Bloomberg, Odlum Brown